

For Immediate Release

1-8, Uchisaiwaicho 2-chome, Chiyoda-ku, Tokyo 100-8501 Japan
TEL: (+81)-3-5511-5111
www.shinseibank.com

Company Name: Shinsei Bank, Limited
Name of Representative: Thierry Porté
President and CEO
(Code: 8303, TSE First Section)

Shinsei Bank to Set a Facility for the Purchase of Class A Preferred Shares

Tokyo (Wednesday, May 9, 2007) --- Shinsei Bank, Limited (the "Bank") today announced that the Board of Directors approved on May 9, 2007, a proposal to be submitted to the 7th annual general meeting of shareholders (the "Annual Shareholders' Meeting") scheduled on June 20, 2007, authorizing the Bank to purchase Class A preferred shares pursuant to Article 156 of the Corporation Act.

Shinsei Bank has no immediate plans to purchase Class A preferred shares but wishes to have the financial flexibility to continue the resolution of public funds taking into consideration market conditions, share price levels and capital ratios, amongst other factors.

"We remain committed to both maintaining strong capital ratios to support our growth plans while retaining the financial flexibility to allow the eventual resolution of public funds to the benefit of all our stakeholders" stated Mr. Thierry Porté, President and Chief Executive Officer of Shinsei Bank.

The main details of the proposed purchase are as follows:

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|---------------------------------------|---|
| (1) Type of shares to be purchased: | Class A preferred shares |
| (2) Number of shares to be purchased: | Up to 74,528,000 Class A preferred shares |
| (3) Total amount of purchase | Up to 225.0 billion yen |
| (4) Available period for purchase: | From the closing of the 7th Annual Shareholders' Meeting to be held on June 20, 2007 to one business day before their mandatory conversion date of April 1, 2008. |

Note: The share purchase stated above will be made under the condition that the proposal of "Acquisition of Treasury Shares" be approved at the 7th Annual Shareholders' Meeting to be held on June 20, 2007.

Shinsei Bank is a Japanese financial institution providing a full range of financial products and services to both institutional and retail customers based on a three pillar strategic business model comprising Institutional Banking, Consumer and Commercial Finance and Retail Banking. The Bank has total assets of US\$ 92 billion on a consolidated basis and a network of 29 Shinsei Bank branches in Japan (as of March 31, 2007). Shinsei Bank demands uncompromising levels of integrity and transparency in all its activities to earn the trust of customers, staff and shareholders. The Bank is committed to delivering long-term profit growth and increasing value for all its stakeholders.

News and other information about Shinsei Bank is available at <http://www.shinseibank.com/english/index.html>.